GRAND JURY PUTS UNANIMOUS VOTE BLAME ON RIXEY

Nine Presentments Favorable Action of Facing Defeat, Releases Against President of Failed Bank.

OTHER DIRECTORS FREEFROM WRONG

Only Criticism Is That They Measure Carries Appropriation of Placed Too Much Confidence in One Man-Report Charges Overdrawing Accounts and Making False Entries.

in the case of the Virginia Safe Deposit and Trust Corporation. It contains nine separate presentments, among them being three for false entries made by C. J. Rixey, president of the concern, amounting to \$70,121.46, and five fer overdrawing his account at various times beginning September 1, 1909, and making false and wilful statements to the State Corporation Commission concerning same. From the examination of the corporation's books, as made by the grand jury, the highest amount Rixey overdrew, according to the report, was February of the loard and Marson and Mar

over until February 3 next, when inwill be presented to the

Report of Grand Jury. The report follows: "We, the grand jury, in the matter

Corporation, beg leave to report as fol-

Safe Deposit and Trust Corporaaccount was not overdrawn. We find the said certified statement to be knowingly and wilfully false in corporation show that upon the his account was overdrawn to the amount of \$4,697.26.

did certify to the State Corporation negative. Commission that the total overdrafts, secured and unsecured, of said corporation amounted to the sum of \$835.21. He also did certify that his account and wilfully false in both particulars, books of the said corporation bill.

secured and unsecured, of said corpora-tion amounted to the sum of \$2,329.01. And he also did certify that his ac-count was not overdrawn. We find the said certified statement to be know-the said certified statement to be know-that his ac-count was not overdrawn. We find the said certified statement to be know-that his ac-count was not overdrawn. We find the said certified statement to be know-trural free delivery routes, and is go-sibilities for the election of Mr. Mar-tine. ingly and wilfully false in both particulars, as the books of the said corporation show that upon that date, namely, January 31, 1910, his account was overdrawn to the amount of \$13,-

"Under date of March 29, 1910, C. J. Rixey, as president of the Virginia Safe Deposit and Trust Corporation, did certify to the State Corporation Com-Deposit and Trust Corporation, did certify to the State Corporation Commission that the total overdrafts, secured and unsecured, of said corporation amounted to the sum of \$1,531,34, and he also did certify that his account was not overdrawn. We find the said certified statement to be knowingly and wilfully false in both particulars, as the books of the said corporation show that upon that date, namely, March 29, 1910, his account was overdrawn to the amount of \$15,074.57. "Under date of February 28, 1910, C. J. Rixey, as president of the Virginia Safe Deposit and Trust Corporation, did certify to the Commissioner of Insurance of the State of Virginia that the total amount loaned to the directors or other officers of said corporation upon December 31, 1909, amounted to the sum of \$2,401,63. We find the said certified statement to be knowingly and wilfully false, as the books of the said corporation show that upon that date, namely, December \$1, 1909, his account was overdrawn to the amount of \$19,329.81.

"Under date of the day of June, \$100.00 to the amount of \$10,000 to the left."

Under date of the day of June.

0, on or about the 16th, C. J. "Under date of the day of duffe, 1910, on or about the 16th. C. J. Rixey did make an entry of \$50,000 upon the credit side of his account in the individual deposit ledger of the Virginia Safe Deposit and Trust Corporation. We find the said entry to be knowingly and wilfully false, as

Corporation. We find the said entry to be knowingly and wilfully false, as no equivalent for the said entry was given the said entry to be knowingly and wilfully false, as no equivalent for the said entry was given the said entry to be knowingly and wilfully false, as no equivalent for the said entry was given the said entry to be knowingly and wilfully false, as no equivalent for the said entry was given the said ent

FOR TARIFF BOARD

Committee Pleases President

POST-OFFICE BILL PASSES HOUSE

\$257,000,000 - General Criticism Indulged In-Depew Voices Opposition to Resolution Calling for Popular Election of Senators.

Washington, January 24.-A permanent tarift board of five members to inongress is provided for in a bill unanimously agreed upon by the House be to-morrow elected United States Committee on Ways and Means to-day. Senator to succeed John Kean for six

amount Rixey overdrew, actor to the report, was February this being \$13,323.81. The in conclusion reads:

J. B. Reynolds, of Massochusetts, and Alhas not been at the State Capitol since the report, will continue on the board, and the President home at Plainfield, in the northern part of New Jersey, recuperating from an attack of grip.

the directors, other than C. J. Rixey, are free from criminal wrong, but they placed too much confidence in one man. We are convinced that the whole management and direction of the afriairs of the Virginia Safe Deposit and der the control of its president, C. J. Rixey.

The Democratic members of the committee considence in one mittee voted with the Republicans for the bill, after insisting upon the insertion of a provision adding to the functions of the board the words "and all his speeches show him to be radical in his views upon questions affecting the public.

The Democratic members of the committee voted with the Republicans for the bill, after insisting upon the insertion of a provision adding to the functions of the board the words "and all his speeches show him to be radical in his views upon questions affecting the public.

Three years ago he was a candidate for the Democratic nomination for Governor, but was beaten by Frank S. Katzenbach.

HISTORIC SPOTS ON ROUTE The Democratic members of the comof the present board when the present Katzenbach.
bill becomes effective, in order to avoid Martine reduplication of boards, the understanding being that the papers and files of the present body shall be transferred to

The board is to investigate costs of ballot. production of articles made subject to tariff legislation, with especial reference to prices paid domestic and foreign labor and extensive and continue to the foreign labor, and prices paid for raw materials whether domestic or imported; producers' prices and retail prices of commodities; conditions of markets. commodities; conditions of markets ernor Wilson all the fruits of the noaffecting American products, together with all facts necessary or convenient result of the N in fixing import duties or in aiding the ernment in administering the laws and investigating any such subject "when-ever directed by either House."

CARRIES \$257,000,000

The Post-Office Committee of the House, the Postmaster-General and ference the President of the United was not overdrawn. We find the said States came in for another scoring at certified statement to be knowingly the hands of members of the House today during the consideration of the

As soon as the rural free delivery service paragraph was reached in the bill, amendments to increase the pay of the rural carriers from \$900 a year, all the way to \$1,200 were offered. Representative Bartlett, of Georgia

led the fusilade of criticism by offeran amendment to give the carriers Representative Austin, of Tennessee,

scored the Postal Committee. He said responsibility lay. Mr. Byrns, of han know that they would stand by Tennessee, blamed the Post-Office Department, and "men higher up" for did not gain the necessary twelve or Passing through or near four of conditions in the postal service.

no friend of the rural service.

Mr. Adamson, of Georgia, declared ridiculous to discuss. the rural carriers were actually being robbed by the government. extended during the past year was on

account of the precarious sondition of traced to a reliable source. the Treasury. He added, however, that carriers the \$100 increase in salary.

salary not exceeding \$1,000 a year,
"Please do not open until Christmas" will be permitted on mail matter

"Democratic candidates now numbers grave possibilities of breakdowns and

FIGHT FOR SENATE

Supporters From All Obligations.

MEANS ELECTION OF J. E. MARTINE

Leaders Freely Concede All Fruits of Notable Victory to Governor Wilson, Who Has Led in Strenuous Campaign Against Party Leader in State.

Trenton, N. J., January 21.-Unless estigate all questions for the benefit of farmer-statesman, of Plainfield, will

Supporter of Bryan. Mr. Martine operates a small farm on the outskirts of the town, and

e victory. From the moment the cities between Richmond and Hamp- mitting, McCurdy intends to start to the November election showed the Legislature would be Demotic, the Governor has insisted that vote cast for Martine in the pri- roadway between the capital of the vote cast for Martine in the priwas a command to the Legislature to elect him to the United States Senate, and the Governor has succeeded in es-

The total vote in both houses was as follows:

The voting in the house was as fol- the roadway was in sight.

NO CHANGE AT ALBANY

Many Rumors Circulated as to Probable Compromise in Fight.

SCENE JUST AFTER NOVELIST WAS SHOT



rowd around the hody of Goldshorough, who shot David Graham Phil-The remains are covered with a sheet and basket, and lie in front of the Colonel Robert Ingersoll's residence. The Princeton Club is to the

RICHMOND-NORFOLK HIGHWAY ASSURED

Great Enthusiasm Manifested by McCurdy Ready for Aeroplane Delegates From Many Counties.

[Special to The Times-Dispatch.] ermined, purposeful and well or-

State of Virginia and Norfolk.

Enthusiasm marked the meeting The Paulding, the only one equipped from beginning to end, and the New-port News Chamber of Commerce made be located about fifty miles out, and a splendid host. Probably the most striking feature of the meeting was early in the morning. If the weather date, namely, September 1, 1909, account was overdrawn to the unit of \$4,697.26.

Indeer date of November 16, 1909, C.

Post-Office Appropriation Bill Passed will indicate the weather conditions contended. Mr. Smith and other leaders in the Democratic organization the several addresses made by the twenty supervisors of roads in the With No Votes in Negative.

Washington, D. C., January 24.—The House passed the post-office appropriation account was overdrawn to the with No Votes in Negative.

Washington, D. C., January 24.—The House passed the post-office appropriation by the post-office appropriation by the date of November 16, 1909, C. "Under date of November 16, 1909, C. House passed the post-office appropriation bill carrying about \$257,000,000 the mass of Democrats in the State.

Safe Deposit and Trust Corporation this afternoon with no votes in the state.

Washington, D. C., January 24.—Inc. at the primary election that the result could not be taken as the command of the washed. Facts were dealt in. There were no attempts at flights of rhetoric. counties through which the highway boats picking up the message, and all

or framing striking periods. Each man who held the attention of the flouse, the Postmaster-General and "others higher up," including by inference the President of the United States came in for another scoring at John Kean, 1. Necessary to a choice, were fraught with meaning and carmeeting had something to tell, and he ried to the auditors the message that

L B. Manville, reared in an atmosshow that upon the said date namely. November 16, 1909, his account was overdrawn to the amount of \$3.612.71. "Under date of January 31, 1910, C. J. "The mail service all over the United River as president of the Virginia States is in a horizontal should be proceeded by the proceeding \$250 a mile. The debate to-day reached is height tive James A, itamil, 1; E. D. Stokes, Republican, 13; John W. Griggs, Republican, 13; John W. Griggs, Republican, 5.

Martine, 31; Smith, 10; Representative of good rodgs, and intrinately associated with the practical work of road-building since ten years of age, told how the highway could be built at a cost not exceeding \$250 a mile. The debate to-day reached is height tive James A, itamil, 1; E. D. Stokes, Republican, 13; John W. Griggs, Republican, 5.

Mr. Smith, realizing that he was didn't have camps, nor did he have didn't have camps, nor did he have didn't have camps, nor did he have didn't have camps and the proceeding \$250 a mile. The debate to-day reached is height tive James A, itamil, 1; E. D. Stokes, Republican, 13; John W. Griggs, Republican, 5. men were put to sleep in the portable a successful flight to Havana to-mor- the twelve men in whos sleeping quarters, and when they row I did not think it wise to incur fate will rest to-morrow. awoke started to work, saving cer- the risk of damaging my machine, tainly a good two or three hours a

> When Mr. Manville completed his talk, approval of his remarks was heard on all sides. It was the time for action, with our naval vessels." and the men gathered were ready act. It is now positively stated that ing candidates, but the air to-night not bothered about anything else, teemed with rumors. They have assumed the burden of The most persistent report was that building the road from Norfolk to Richthe country ought to know where the the Tammany leaders had let Mr. Shee- mond, and it is up to Richmond to

did not gain the necessary twelve or thirteen votes on the next two ballots, they would begin to look for antitown. Williamsburg, Yorktown and Mr. Edwards, of Georgia, asserted lots, they would begin to look for anthat the present administration was other candidate. Some of Mr. Shee- Richmond—this missing link in the friends said this was too path to the Southland will afford to the tourist a veritable feast in th...gs Other stories circulated, of the in- h'storic. Probably nowhere else in tention of Mr. Sheehan or Edward M. this great country could so much of Chairman Weeks declared that the Shepard, to withdraw, and of nego- the actual making of the republic be reason the rural service had not been tiations looking to the selection of a disclosed as along this highway. But extended during the past year was on compromise candidate, could not be added to all this is the real value to the people living the Treasury. He added, however, that the committee was not willing to grant carriers the \$100 increase in salary.

The House then passed with a whoop An the other candidates got at least road conditions, will, under the new labeled for clection. an amendment providing that after July one vote, and the newcomer, Curtis N. regime, be cominated. Instead, the 1, 1911,, the carriers should receive a Douglas, of Albany, a brother-in-law trip from city to city, or from village

MORNING START

Flight to Cuba This Morning.

Key West, Fla., January 24.-Only [Special to The Times-Dispatch.] the weather remains an unknown williamsburg, Va., January 24.—De- quantity in the preparations finally completed here to-night by J. A. D ganized, seventy-five representative McCurdy, the aviator, for his aeroplane citizens of the several counties and morrow morning. The wind percities between Richmond and Hamp- mitting, McCurdy intends to start

For Safety of Aviator.
Each of the torpedo destroyers is Woman Weeps Bitterly as Lawequipped with a platform on which McCurdy can descend if he has trouble If an accident should precipitate him into the water his aeroplane is provided with pontoons planned to keep him afloat until one of the vessels can in case of accident, to overhaul his

OVERTURNS PROHIBITION O'Neil's Local Option Bill Introduced

in Alabama Legislature.

Montgomery, Ala. January 24.—Governor O'Neil's local option bill, which annisomery, Ala., January 24.—Governor O'Neil's local option bill, which overturns the State-wide prohibition law of Alabama and allows liquor to be sold in towns having a population of 10.000 inhabitants and over, under the strictest regulation, was introduced in the House to-day by John V. Smith, of Montgomery, and has thrown the Legislature and the people here into a ferment of excitement. Under its provisions a State excise board is provided for, to be appointed by the Governor, and this board makes the rules and regulations that shall govern the sale of liquor under the pure food laws of the United States.

Already the lines are forming for the fight on the bill.

BEGINS 12-YEAR SENTENCE James J. Gallagher Taken to New Jer-

sey State Prison.

New York January 21.—James J. Gallagher, who shot Mayor William J. Galynor and Street Commissioner William H. Edwards on a steamship in dock at Hoboken last August, was taken to the New Jersey State prison to-day to serve twelve years at hard labor. The sentence, including also a labor.



Fitzhugh Goldsborough, who, after fring five bullets into the body of Mr. Phillips, turned the pisto) on himself and fired a bullet into his brain.

Betting in Front of Courthouse noon, but will probably come back to New York in the morning. In the Like That at Race-Track.

CASE REACHES JURY TO-DAY

yers Plead for Her Liberty.

Wheeling, W. Va., January 24 .- Apparently unmoved by the storm of bit-"Under date of January 31, 1910, C. J.
Rixey, as president of the Virginia Safe Deposit and Trust Corporation. And this House Commission that the total overdrafts, secured and unsecured, of said corporation and nounted to the sum of \$2,329,91.
And he also did certified to the safe Deposited and the proceed to Havan.

Sept. deciared with vigor:

"The mail service all over the United bow the highway could be built at a cost not exceeding \$250 a mile. He pictured himself and family as department, and of the opening argument yesterday before the jury which is trying the case against the United States Senate, closed us didn't have camps, nor did he have any of the other frills and furbelows secured and unsecured, of said corporation and some say it is the department, and he also did certified to the sum of \$2,329,91.
And he also did certify that his account was not overdrawn. We find the also did certify that his account was not overdrawn. We find the also did certified statement to be known."

Summer of a fix, to use a the proceed to Havana.

A thirty-mile breeze this afternoon and then proceed to Havana.

A thirty-mile breeze this afternoon and the proceed to Havana.

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A thirty-mile breeze this afternoon and the proceed to Havana.

A thirty-mile breeze the seven the naval vessels ter invective from Assistant Proseat he said to-night:

"I could have made a flight to-day, The but as everything looks so bright for table."

The but as everything looks so bright for table.

"I could have made a flight to-day, torneys—three of them—presented her side of the sensational affair before man, as drawn in some of his written.

> The first emotion came to-day when musician resented not what ed courtroom.

Lonely Life in Prison. Joe O'Brien drew a vivid picture of three real holidays of the year— the police. Thanksgiving, Christmas and New "Goldsbo Year's. She was not even permitted to send her two children the little presents she had worked and made for them, the work of her own hands, he

"What does a verdict of not guilty mean?" he asked. "It means that she will spend her three holidays in one. And her liberty is what you gentlemen

where she is not recognized, an outcast and a homeless wanderer. Any place in Wheeling she would be pointed out as "That Schenk woman." Her liberty means little, but it is all the district attorney's office gave out you can give her, and before God she excerpts from Goldsborough's diary, eruel, hard, unhappy life, for she is innocent of the awful crime charged

State. He again touched upon the Ctub, occupied by the novelist and his principal points brought out in relation to the poison found in the medi-cine taken by Schenk, and the fact "I be that the defendant had bought it. Opens for Accused.

FIGHT FOR LIFE

Novelist Succumbs to Wounds Inflicted by Assassin.

WAS CONSCIOUS ALMOST TO END

Early Indications Seemed So Favorable That Family and Friends Became Hopeful of Outcome-Real Motive of His Assailant Remains a Mystery.

New York, January 24.—David Gra-ham Phillips has lost his brave right for life. He died in Bellevue Hospital late to-night, a victim of Fitzhugh Coyle Goldsborough, an eccentric and emotional musician who, although of refined taste and aristocratic Southern stock, shot the novelist down yesterday for a fancied grudge, then killed himself. Phillips fought valiantly to live, but six bullet holes were too much even for his grit and sturdy constitu-tion, and as 11 o'clock came and passed,

He was conscious up to within quarter of an hour of his death, which occurred just at five minutes past 11 o'clock. At the bedside were his sister, Mrs. Carolyn Frevert; his brother, Harrison W. Phillips; his personal physician, Dr. Eugene Fuller, and Dr. Donovan, of Bellevue. The immediate Donovan, of Bellevue. The immediate cause of death was hemorrhabe of the right lung, which had been pierced by one of the steel-clad bullets from Goldsborough's automatic revolver.

Received Visitors.

Up to 9 o'clock the novelist was resting quietly, and both physicians and relatives were hopeful of the outcome. He had been conscious all day, and had received visitors, among them his s's-ter, his brother; United States Senator Beveridge, of Indiana, and several writers of note. Their visits were exappeared optimistic. -night the patient took a turn for erned met directly after the death and feelded to request the coroner to dispense with an autopsy. It is believed that his request will be granted, al-

though an autopsy is the usual thing in all homicide cases. Harrison Phillips announced that Senator Beveridge will have charge of the funeral arrangements. The Sena-tor returned to Washington this aftermeantime, it is thought that Phillips's body will be taken either to the Princeton Club or to the National Arts Club. When it was seen that Phillips was sinking it was decided to infuse into his veins a warm salt water solution, but he declined so rapidly that the

suggestion was abandoned. The coroner issued a permit late to-night for the removal of the body, without the formality of an autopsy. Senator Beveridge said over the telephone from Washington that he would be in New York early Wednesday morning.

Motive a Mystery.

The assassin's real motive is as much of a mystery as ever, although the twelve men in whose hands her ings. If these pages prove to be genulne, it would seem that the young the risk of damaging my machine. I have no fear in making the trip across the sea, and I believe I will demon- argument in her behalf, and mentioned rather sought to vindicate American the sea, and I believe I will defined the two children, of whose company a useful engine of war in connection with our naval vessels."

The two children, of whose company women as a whole. At any rate, the obsession grew until he shot the man he hated, and sacrificed his own life.

The two children, of whose company women as a whole. At any rate, the obsession grew until he shot the man he hated, and sacrificed his own life. broke down again. It was while her Robert Adamson, secretary to the chief attorney, J. J. P. O'Brien, was Mayor, said this afternoon that Goldsmaking his plea that she showed the borough had called upon him at the most marked emotions and the jury. Mayor's office about a year ago. "He men, too, shed tears, while there were told me," said Mr. Adamson, "that he many tear-dimmed eyes in the crowd- was being shadowed without cause by two private detectives who occasionally amused themselves by stones at him through a window. the lonely incarceration of the prisoner behind the grim walls of the jail on novances were continued, to call in

"Goldsborough did not appear to be a violent muniac. He told me that he came from a distinguished family and that David Graham Phillips had written a novel about his family. He seemed rather pleased about the dis-

tinction of it. Body Taken to Washington,

Miss Frances Goldsborough arrived from Washington to-day, and with her And her liberty is what you gentlemen can give her. She has been disgraced throughout the whole world.

"If she goes free where can she go to find refuge? She cannot go to the fine home which she left a prisoner in the midst of the disgrace wrought upon her. She cannot remain in Wheeling. She must go somewhere.

The cousin, John Farr, took charge of her brother's body in an undertaking establishment. The body was sent to Washington at midnight, Miss Goldsborough will leave for Washington to-morrow morning.

She declined to discuss the tragedy, but said that her family would make a statement within the next

public a statement within the next few days. No information as to the nature of this statement could be ob-

It was written under date of June 11. At the morning session Mr. Maury apartment which afforded a view of the apartment in the National Arts

"I believe D. G. Phillips is tryin to fake a case against me, or to de Frank A. O'Brien then opened for the accused. He attacked the witnesses (Continued on Third Page) The accused a pretty looking week that the accused of the